

DAILY MARKETS OVERVIEW

24 DECEMBER 2018

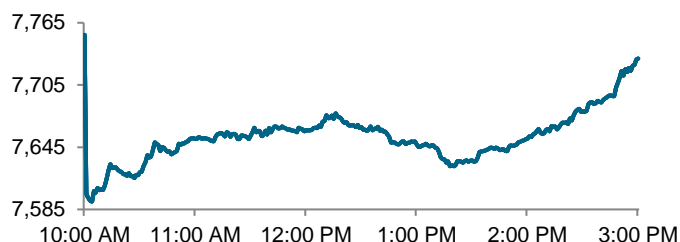
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,731	-0.3	-0.3	7.0	16.7
Saudi (NOMU)	2,367	-1.4	-1.4	-24.6	7.8
Energy	4,756	-0.3	-0.3	11.1	18.0
Materials	5,324	-0.7	-0.7	5.3	16.5
Capital Goods	3,881	-0.1	-0.1	-10.6	22.2
Com. & Prof. Svc	4,218	-2.5	-2.5	0.3	17.9
Transportation	3,477	-0.4	-0.4	-13.3	20.6
Cons. Durables & Apparel	3,661	0.4	0.4	-11.6	NA
Consumer Services	2,930	-0.4	-0.4	-20.5	NA
Media	10,176	-2.5	-2.5	31.5	NA
Retailing	6,773	0.5	0.5	20.2	32.4
Food & Staples Retailing	5,823	-1.1	-1.1	3.8	23.4
Food & Beverages	3,776	-1.6	-1.6	-22.9	NA
Health Care Equipment	3,744	-0.3	-0.3	-15.7	19.6
Pharma, Biotech & Life Science	3,865	-0.3	-0.3	-2.7	27.0
Banks	6,994	0.0	0.0	27.1	12.5
Diversified Financials	3,406	-0.3	-0.3	-15.5	NA
Insurance	4,165	0.9	0.9	-11.8	NA
Telecommunication	5,316	-0.3	-0.3	25.0	17.6
Utilities	3,352	-1.5	-1.5	-26.5	NA
REITs	3,598	-0.1	-0.1	-22.3	NA
Real Estate	3,237	0.0	0.0	-31.1	23.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
MetLife AIG ANB Cooperative Insurance Co.	23.86	10.0%	17.1
Allied Cooperative Insurance Group	19.26	5.9%	9.0
The Mediterranean & Gulf Insurance & Reinsurance Co.	16.80	4.4%	4.2
Arabian Cement Co.	23.60	3.8%	2.8
National Petrochemical Co.	26.00	3.4%	3.4

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Bawan Co.	24-Dec-18
Amana Cooperative Insurance Co.	25-Dec-18
Saudi Fisheries Co.	26-Dec-18
Qassim Cement Co.	26-Dec-18
Saudi Paper Manufacturing Co.	31-Dec-18
Al-Baha Investment and Development Co.	8-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 24, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.3% lower at 7,731, while NOMU ended 1.4% lower at 2,367 on Sunday. TASI traded value totaled SAR 2.9bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 39.7% of the daily traded value.
- Banks ended flat while Materials closed 0.7% lower. Telecom ended 0.3% lower. Insurance (up 0.9%) was the best performer. Among stocks, MetLife AIG ANB Cooperative Insurance Co. (8011/METLIFE AB), Allied Cooperative Insurance Group (8150/ACIG AB), and The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB) led the gainers.
- The General Authority for Competition (GAC) stated that the country is set to allocate a sum of SAR 246bn (USD 65.6bn) from the 2019 state budget for development projects. (Source: Argaam)
- Abdullah Al Othaim Markets Co. (4001/AOTHAIM AB) opened a new store in Al-Nuzhah, Hafar Al-Batin. This brings the company's total branches in the country to 214. The new store is part of the retailer's expansion strategy in and outside KSA. (Source: Argaam)
- Saudi Company for Hardware (4008/SHC AB) opened its first store in Taif. The third store opening this year, the company now has 32 stores across 18 Saudi cities. The new store's financial impact would be reflected in 4Q18 results. (Source: Argaam)
- Advanced Petrochemical Co. (2330/APPC AB) awarded an engineering, procurement and construction (EPC) contract worth USD 351mn (SAR 1.3bn) to SK Engineering & Construction Co. Ltd. for the construction of a 400,000 metric ton per annum polypropylene plant in the southern port city of Ulsan in South Korea. (Source: Argaam)
- National Building and Marketing Co (9510/NBM AB) signed a memorandum of understanding (MoU) with Fahad bin Saad Al-Medbal to sell its 65% stake in Scienpharma for SAR 23mn (USD 6.1mn). (Source: Argaam)
- KSA-based Berain Water signed an agreement with UAE developer ZonesCorp to set up a 36,000 square meter water bottling plant, worth USD 37.5mn (SAR 140mn), in the food industry zone of Al Ain Industrial City. (Source: GulfBase)
- National Commercial Bank's (1180/NCB AB) BoD recommended a cash dividend of SAR 1.1 per share for 2H18, implying a full-year yield of 4.5%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Fisheries Co.	34.00	-9.9%	153.4
Amana Cooperative Insurance Co.	25.45	-7.8%	79.1
Saudi Enaya Cooperative Insurance Co.	23.00	-5.9%	32.9
Dallah Healthcare Holding Co.	59.40	-3.6%	11.8
Aldrees Petroleum & Transport Services Co.	36.55	-3.6%	6.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	85.80	1.2%	332
Alinma Bank	22.36	0.6%	315
Saudi Basic Industries Corp.	119.00	0.2%	264
Saudi Fisheries Co.	34.00	-9.9%	153
Amana Cooperative Insurance Co.	25.45	-7.8%	79

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,479	-1.2	-1.2	-26.4	8.4
Abu Dhabi (ADX)	4,817	-0.8	-0.8	9.5	13.1
Kuwait (KSE)	5,159	0.1	0.1	0.6	18.4
Qatar (QE)	10,333	-0.8	-0.8	21.2	15.3
Oman (MSM)	4,336	0.0	0.0	-15.0	10.2
Bahrain (BSE)	1,314	0.0	0.0	-1.3	8.9
DJMENA Index	552	-0.5	-0.5	4.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,417	-2.1	-7.1	-9.6	16.5
US (NASDAQ 100)	6,333	-3.0	-8.4	-8.3	18.3
UK (FTSE 100)	6,721	0.1	-1.8	-12.6	15.3
Germany (DAX)	10,634	0.2	-2.1	-17.7	11.6
France (CAC 40)	4,694	0.0	-3.3	-11.6	14.5
Russia (MICEX)	2,347	-0.2	-0.8	11.3	5.3
Japan (Nikkei)	20,166	-1.1	-5.7	-11.4	14.0
Hong Kong (HSI)	25,753	0.5	-1.3	-13.9	9.8
South Korea (KOSPI)	2,061	0.1	-0.4	-16.5	9.9
China (SHCOMP)	2,516	-0.8	-3.0	-23.9	11.8
India (NIFTY)	10,754	-1.8	-0.5	2.1	22.1
Brazil (IBOV)	85,697	0.5	-2.0	12.2	19.0
Turkey (BIST 100)	91,861	0.0	1.5	-20.4	6.7
Egypt (EGX30)	13,138	0.0	1.1	-12.5	12.0
MSCI Emerging Markets	957	-0.3	-1.5	-17.4	11.5
MSCI World	1,835	-1.5	-5.5	-12.8	15.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	53.8	-1.0	-10.7	-19.5	-17.1
Natural Gas (\$/mmbtu)	3.8	6.5	-0.3	35.9	30.4
Gold (\$/oz)	1,256	-0.3	1.4	-3.8	-0.8
Silver (\$/oz)	14.6	-0.9	0.4	-14.2	-9.3
Platinum (\$/oz)	789	-0.8	0.2	-15.2	-13.9
Copper (\$/t)	5,968	-0.2	-2.6	-17.2	-15.3
Zinc (\$/t)	2,554	-1.4	-0.6	-23.5	-21.1
Lead (\$/mt)	1,958	-0.2	1.6	-21.5	-21.4
Wheat (\$/bu)	514	-1.8	-3.0	10.4	4.6
Corn (\$/bu)	379	0.9	-1.6	-1.4	-3.8
Sugar (\$/lb)	12.3	-0.7	-2.5	-18.9	-20.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.82	0.00	1.13	0.00
Saudi Arabia	2.96	0.01	1.06	0.14
UAE	2.87	-0.02	1.07	0.04
Kuwait	2.25	0.06	0.38	-0.57
Qatar	2.90	0.02	0.25	0.08
Bahrain	3.95	0.00	1.23	1.13

Source: Reuters

NOTES: (1) Prices updated as of December 24, 2018(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- The global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is up 0.2%. Japan is closed for trading, while South Korea is down 0.3%. Hong Kong and India are trading 0.4% and 0.3% lower, respectively.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi declined 1.2% and 0.8%, respectively. Kuwait gained 0.1% while Qatar ended 0.8% lower. Both Oman and Bahrain ended flat.
- The UAE's Minister of Energy stated that OPEC and non-OPEC producers would consider deeper cuts if a 1.2mn barrels-a-day reduction is not sufficient to balance the market, adding that extending the agreement signed in early December on oil output cuts would not be a problem and producers would do as the market demands. (Source: Argam)
- According to the UAE's Ministry of Economy, the UAE attracted approximately 40% foreign direct investment in the Arab World in 2017, receiving USD 130bn (AED 477bn) worth of cumulative FDI inflows, while cumulative FDI outflows by end-2017 were USD 124bn (AED 455bn). (Source: Zawya)
- According to the Department of Economic Development (DED), Dubai's GDP growth expanded 2.8% to AED 389bn (USD 106bn) in 2017 against AED 379bn (USD 103bn) in 2016 on stronger growth in key sectors. (Source: Zawya)
- The Dubai Islamic Economy Development Centre (DIEDC), through the use of modern technology, is aiming to raise the Islamic economy's contribution to the city's GDP to 10% by 2021, compared to 8.3% in 2018. (Source: Arabian Business)
- Bahrain's annual GDP growth slowed in 3Q18 as both the oil and non-oil sectors lost momentum. The GDP grew 1.6% Y/Y in 3Q18, slowing from 2.5% in 2Q18. The oil sector shrank 1.5% in 3Q18, while the non-oil sector grew 2.4%. (Source: Zawya)
- The Arab Petroleum Investments Corporation (APICORP) announced a USD 100mn (AED 367mn) investment as part of a consortium of international and regional banks to finance the construction of Oman's Duqm Refinery. (Source: Trade Arabia)
- UAE's Etisalat (ETISALAT UH) signed a partnership agreement with Azizi Developments under which all its customers will get eLife services package in their homes. (Source: Trade Arabia)
- Dubai-based firm Viva City said construction work started on its ambitious Sport Society, which is poised to become the largest sports mall worldwide once it is completed in 1Q20. (Source: Trade Arabia)
- UAE's Kleindienst Group announced that it has sold 85% of the second homes scheduled for Phase One of its AED 1.5bn (USD 408mn) development, The Heart of Europe, located 4 km off the coast of Dubai. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended December 22 (prior: 214K; consensus: 217K) will be announced on December 27. (Source: Econoday)
- Change in Japan's Industrial Production for November 2018 (prior: 2.9% M/M, 4.2% Y/Y) will be announced on December 27. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 21 (prior: -0.5mn barrels) will be announced on December 28. (Source: Econoday)



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